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CITY OF CONCORD, NEW HAMPSHIRE

COMBINED FINANCIAL STATEMENTS
for the year ended December 31, 1980

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& Lybrand

CITY OF CONCORD, NEW HAMPSHIRE

COMBINED FINANCIAL STATEMENTS

for the year ended December 31, 1980

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Coopers & Lybrand

Boston, Massachusetts
May 1, 1981

Honorable Mayor and Council
City of Concord, New Hampshire:

We have examined the combined financial statements of the City of Concord, New Hampshire as of December 31, 1980 and for the year then ended as listed in the accompanying index. Our examination was made in accordance with generally accepted auditing standards and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

The City has not maintained records of the cost of its general fixed assets and, therefore, a Statement of General Fixed Assets is not presented in the accompanying financial statements as required by generally accepted accounting principles.

Budgetary control over certain grants accounted for in the Special Revenue Funds is maintained on the basis of the fiscal periods of the grants. Accordingly, a Statement of Sources and Uses of Financial Resources for Special Revenue Funds for the year ended December 31, 1980 with budgetary comparisons is not presented as required by generally accepted accounting principles.

In our opinion, except for the effects of the matters described in the second and third paragraphs of this report, the combined financial statements referred to above present fairly the financial position of the City of Concord, New Hampshire as of December 31, 1980, and the results of its operations and changes in financial position of the Enterprise, Internal Service and Nonexpendable Trust Funds for the year then ended, in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding year except for the change, with which we concur, of the capitalization of interest cost incurred for property, plant and equipment acquired by the Enterprise Funds as described in Note 1 to the financial statements.

Coopers & Lybrand

Boston, Massachusetts
May 1, 1981

CITY OF CONCORD, NEW HAMPSHIRE
ALL FUND TYPES AND GENERAL LONG-TERM DEBT GROUP OF ACCOUNTS

COMBINED BALANCE SHEETS

December 31, 1980

	Governmental Fund Types					Proprietary Fund Types					Fiduciary Fund Type	Account Group	Interfund Eliminations	Combined Total (Memorandum Only)
	General Fund	Special Revenue Funds	Debt Service Fund	Capital Projects Fund	Special Assessment Fund	Water Enterprise Fund	Sewer Enterprise Fund	Beaver Meadow Municipal Golf Course	Douglas N. Everett Ice Skating Arena	Internal Service Fund	Trust and Agency Funds	General Long- Term Debt Group of Accounts		
Assets:														
Cash and short-term investments	\$4,400,441	\$ 12	\$14,768	\$8,089,502	\$ 102,849	\$ 119,275	\$ 65,123				\$ 11,244			\$12,803,214
Marketable securities											1,510,052			1,510,052
Taxes receivable	3,160,863				129,143									3,290,006
Accounts receivable	124,036	164,182				230,718	530,697							1,049,633
Tax deeded property	17,271													17,271
Allowance for estimated uncollectibles	(233,793)													(233,793)
Due from federal and state				414,661										414,661
Inventories	226,824					156,256								383,080
Prepaid insurance	104,029													104,029
Interest and dividends receivable						38,345	33,824				20,095			92,264
Due from other funds	143,936	512,386		100,000	644	4,505,172	2,918,018	\$ 1,167		\$ 33,535	4,676,380		\$(12,891,238)	-
Total current assets						5,049,766	3,547,662	1,167						-
Property, plant and equipment						10,548,581	38,377,603	412,294	\$276,000	1,463,048				51,077,526
Less accumulated depreciation						(1,947,281)	(1,938,765)	(118,099)		(840,929)				(4,845,074)
						8,601,300	36,438,838	294,195	276,000	622,119				46,232,452
Deferred charges							63,729							63,729
Amount to be provided for retirement of general long-term debt												\$5,195,000		5,195,000
Total assets and amounts to be provided for retirement of general long-term debt	<u>\$7,943,607</u>	<u>\$676,580</u>	<u>\$14,768</u>	<u>\$8,604,163</u>	<u>\$232,636</u>	<u>\$13,651,066</u>	<u>\$40,050,229</u>	<u>\$295,362</u>	<u>\$276,000</u>	<u>\$ 655,654</u>	<u>\$6,217,771</u>	<u>\$5,195,000</u>	<u>\$(12,891,238)</u>	<u>\$70,921,598</u>
Liabilities:														
Short-term borrowings and current portion of long-term debt				3,122,000	31,540	5,345,000	13,550,500							22,049,040
Accounts payable	370,677					4,185	1,752							376,614
Due to other governmental units											4,676,380			4,676,380
Other liabilities and accrued expenses	34,760		14,768			325,675	1,030,434							1,405,637
Due to other funds	6,146,292	132,918		6,423,128	17,014	644	60,900		100,000		10,342		(12,891,238)	-
Total current liabilities						5,675,504	14,643,586		100,000					-
General long-term debt and notes payable					168,500	1,655,000	954,500					5,195,000		7,973,000
Total liabilities	<u>6,551,729</u>	<u>132,918</u>	<u>14,768</u>	<u>9,545,128</u>	<u>217,054</u>	<u>7,330,504</u>	<u>15,598,086</u>		<u>100,000</u>		<u>4,686,722</u>	<u>5,195,000</u>	<u>(12,891,238)</u>	<u>36,480,671</u>
Fund equity (deficit):														
Reserved for encumbrances	536,276	12,218												548,494
Reserved for trust purposes											1,531,049			1,531,049
Contributed capital						3,280,524	23,684,662	335,000	176,000	612,290				28,088,476
Retained earnings (deficit)						3,040,038	767,481	(39,638)		43,364				3,811,245
Unreserved:														
Designated	291,330													291,330
Designated for capital projects				1,679,777										1,679,777
Undesignated	564,272	531,444		(2,620,742)	15,582									(1,509,444)
Total fund equity (deficit)	<u>1,391,878</u>	<u>543,662</u>		<u>(940,965)</u>	<u>15,582</u>	<u>6,320,562</u>	<u>24,452,143</u>	<u>295,362</u>	<u>176,000</u>	<u>655,654</u>	<u>1,531,049</u>			<u>34,440,927</u>
Total liabilities and fund equity (deficit)	<u>\$7,943,607</u>	<u>\$676,580</u>	<u>\$14,768</u>	<u>\$8,604,163</u>	<u>\$232,636</u>	<u>\$13,651,066</u>	<u>\$40,050,229</u>	<u>\$295,362</u>	<u>\$276,000</u>	<u>\$ 655,654</u>	<u>\$6,217,771</u>	<u>\$5,195,000</u>	<u>\$(12,891,238)</u>	<u>\$70,921,598</u>

The accompanying notes are an integral part of the financial statements.

CITY OF CONCORD, NEW HAMPSHIRE

ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS

COMBINED STATEMENTS OF REVENUES, EXPENDITURES, OPERATING TRANSFERS, PROCEEDS FROM
GENERAL OBLIGATION BONDS AND CHANGES IN FUND EQUITY (DEFICIT)

for the year ended December 31, 1980

	Governmental Fund Types					Fiduciary Fund Type	Combined Total (Memorandum Only)
	General Fund	Special Revenue Funds	Debt Service Fund	Capital Projects Fund	Special Assessment Fund	Expendable Trust Funds	
Revenues:							
Local:							
Property taxes	\$ 5,608,562						\$ 5,608,562
Resident taxes	162,385						162,385
Motor vehicle	696,135						696,135
Parking meter collections		\$ 222,657					222,657
Interest and penalties	234,906	56,443			\$17,912		309,261
New trusts						\$ 5,666	5,666
Investment income						121,887	121,887
Departmental and miscellaneous	428,392	130,676		\$ 2,833			561,901
Total local	7,130,380	409,776		2,833	17,912	127,553	7,688,454
Federal and state	1,751,127	1,159,038		253,661			3,163,826
Expendable income	931,620						931,620
Total revenues	9,813,127	1,568,814		256,494	17,912	127,553	11,783,900
Expenditures:							
Current:							
General governmental	1,320,339	136,385					1,456,724
Public safety	3,548,640	41,286					3,589,926
Recreation, parks, libraries	825,244	58,399					883,643
Health	111,135						111,135
Sanitation and waste removal	633,407						633,407
Cemetery	206,041						206,041
Principal retirement			\$585,000				585,000
Highway and sidewalks	1,390,920						1,390,920
Interest	558,144		327,074		7,331		892,549
Charities	179,003						179,003
Employee fringe benefits	574,075						574,075
Miscellaneous	201,284				8,764	3,987	214,035
Capital outlay	284,625	537,892		1,437,784			2,260,301
Total expenditures	9,832,857	773,962	912,074	1,437,784	16,095	3,987	12,976,759
Excess (deficiency) of revenues over expenditures	(19,730)	794,852	(912,074)	(1,181,290)	1,817	123,566	(1,192,859)
Operating transfers from:							
General Fund			439,740				439,740
Special Revenue Funds	600,944			65,000			665,944
Expendable Trust Funds	123,317						123,317
Agency Funds			472,334				472,334
Total operating transfers from other funds	724,261		912,074	65,000			1,701,335
Operating transfers to:							
General Fund		600,944				123,317	724,261
Debt Service Fund	439,740						439,740
Capital Projects Fund		65,000					65,000
Total operating transfers to other funds	439,740	665,944				123,317	1,229,001
Proceeds from general obligation bonds	350,000			2,010,000			2,360,000
Fund equities (deficit), beginning of year	777,087	414,754		(1,834,675)	13,765	283,035	(346,034)
Fund equities (deficit), end of year	\$ 1,391,878	\$ 543,662	-	\$ (940,965)	\$ 15,582	\$ 283,284	\$ 1,293,441

The accompanying notes are an integral part of the financial statements.

CITY OF CONCORD, NEW HAMPSHIRE

GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES, ENCUMBRANCES AND
OPERATING TRANSFERS - BUDGET AND ACTUAL

for the year ended December 31, 1980

	<u>Budget</u>	<u>Actual</u>	<u>Over (Under)</u>
Revenues:			
Local:			
Property taxes	\$ 5,708,595	\$ 5,608,562	\$(100,033)
Resident taxes	160,000	162,385	2,385
Motor vehicle	640,000	696,135	56,135
Interest and penalties	90,000	234,906	144,906
Departmental and miscellaneous	<u>443,656</u>	<u>428,392</u>	<u>(15,264)</u>
Total local	7,042,251	7,130,380	88,129
State	1,638,501	1,751,127	112,626
Expendable income	<u>795,470</u>	<u>931,620</u>	<u>136,150</u>
Total revenues	<u>9,476,222</u>	<u>9,813,127</u>	<u>336,905</u>
Expenditures and encumbrances:			
Current:			
General governmental	1,381,619	1,352,979	(28,640)
Public safety	3,740,270	3,558,004	(182,266)
Interest	390,000	558,144	168,144
Recreation, parks and libraries	816,797	835,757	18,960
Health	112,085	111,245	(840)
Sanitation and waste removal	561,047	633,407	72,360
Cemetery	203,552	206,115	2,563
Highway and sidewalks	1,397,943	1,382,067	(15,876)
Charities	159,270	172,554	13,284
Employee fringe benefits	580,687	577,529	(3,158)
Miscellaneous	251,657	245,236	(6,421)
Capital outlay	<u>458,704</u>	<u>405,996</u>	<u>(52,708)</u>
Total expenditures and encumbrances	<u>10,053,631</u>	<u>10,039,033</u>	<u>(14,598)</u>
Operating transfers from:			
Federal revenue sharing	600,944	600,944	
Trust funds	<u>123,557</u>	<u>123,317</u>	<u>(240)</u>
Total operating transfers from	<u>724,501</u>	<u>724,261</u>	<u>(240)</u>
Operating transfers to:			
Debt service fund	547,092	411,740	(135,352)
Excess (deficiency) of revenues and operating transfers from, over expenditures, encumbrances and operating transfers to	<u>\$ (400,000)</u>	<u>\$ 86,615</u>	<u>\$ 486,615</u>

The accompanying notes are an integral part of the financial statements.

CITY OF CONCORD, NEW HAMPSHIRE
ENTERPRISE, INTERNAL SERVICE AND NONEXPENDABLE TRUST FUNDS
COMBINED STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN
RETAINED EARNINGS (DEFICIT)/FUND BALANCE
for the year ended December 31, 1980

	Water Enterprise Fund	Sewer Enterprise Fund	Beaver Meadow Municipal Golf Course	Internal Service Fund	Douglas N. Everett Ice Skating Arena (Note 1)	Nonexpendable Trust	Combined Total (Memorandum only)
Revenues	<u>\$1,597,042</u>	<u>\$890,195</u>	<u>\$101,364</u>	<u>\$652,125</u>	_____	\$ 12,325	<u>\$3,253,051</u>
Expenses:							
Collection	325,034	61,771					386,805
Treatment facility	180,678	331,990					512,668
Water supply	150,198						150,198
Distribution	180,443						180,443
Depreciation	273,235	146,410	10,469	134,569			564,683
Other operating expenses	<u>466</u>	<u>_____</u>	<u>83,855</u>	<u>516,900</u>	_____	_____	<u>601,221</u>
	<u>1,110,054</u>	<u>540,171</u>	<u>94,324</u>	<u>651,469</u>	_____	_____	<u>2,396,018</u>
Operating income	486,988	350,024	7,040	656		12,325	857,033
Nonoperating income (expense):							
Interest income	378,046	536,929					914,975
Interest expense	<u>(373,430)</u>	<u>(653,160)</u>	_____	_____	_____	_____	<u>(1,026,590)</u>
Net income	491,604	233,793	7,040	656		12,325	745,418
Retained earnings (deficit), /fund balance beginning of year	2,548,434	765,529	(46,678)	42,708		1,235,440	4,545,433
Reclassification to contri- buted capital (Note 1)	_____	<u>(231,841)</u>	_____	_____	_____	_____	<u>(231,841)</u>
Retained earnings (deficit), /fund balance end of year	<u>\$3,040,038</u>	<u>\$767,481</u>	<u>\$(39,638)</u>	<u>\$ 43,364</u>	<u>-</u>	<u>\$1,247,765</u>	<u>\$5,059,010</u>

The accompanying notes are an integral part of the financial statements.

CITY OF CONCORD, NEW HAMPSHIRE
ENTERPRISE, INTERNAL SERVICE AND NONEXPENDABLE TRUST FUNDS
STATEMENTS OF CHANGES IN FINANCIAL POSITION
for the year ended December 31, 1980

	Water	Sewer	Beaver Meadow Municipal Golf Course	Internal Service	Douglas N. Everett Ice Skating Arena	Nonexpendable Trust
Sources of financial resources:						
Net income	\$ 491,604	\$ 233,793	\$ 7,040	\$ 656		\$ 12,325
Item not requiring current outlay of working capital - depreciation	273,235	146,410	10,469	134,569		
Total from operations	764,839	380,203	17,509	135,225		12,325
Issuance of long-term bonds		460,000				
Proceeds from sale of equipment				3,139		
Contributions in aid of construction (Note 1)	104,032	12,582,809			\$ 176,000	
	868,871	13,423,012	17,509	138,364	176,000	12,325
Uses of financial resources:						
Additions to property, plant and equipment	1,350,481	18,484,581	14,439	107,122		
Transfers to current maturity of long-term debt	195,000	285,500			276,000	
Purchase of ice skating arena	1,545,481	18,770,081	14,439	107,122	276,000	
Increase (decrease) in working capital	\$ (676,610)	\$ (5,347,069)	\$ 3,070	\$ 31,242	\$ (100,000)	\$ 12,325
Changes in the elements of working capital:						
Increase (decrease) in current assets:						
Cash	7,521	3,342				
Accounts receivable	29,623	(48,959)				
Inventories	42,291					
Marketable securities	4,449,698	(786,851)	1,167	31,242		12,325
Due from other funds	4,529,133	(832,468)	1,167	31,242		12,325
(Increase) decrease in current liabilities:						
Accounts payable and accrued expenses	(272,304)	(725,786)			100,000	
Due to other funds	216,561	66,685	1,903			
Short-term borrowings	(5,150,000)	(3,855,500)				
	(5,205,743)	(4,514,601)	1,903		100,000	
	\$ (676,610)	\$ (5,347,069)	\$ 3,070	\$ 31,242	\$ (100,000)	\$ 12,325

The accompanying notes are an integral part of the financial statements.

CITY OF CONCORD, NEW HAMPSHIRE

COMBINED BALANCE SHEET

ALL TRUST AND AGENCY FUNDS

December 31, 1980

ASSETS	Trust Funds		Agency Funds	Total Trust and Agency Funds
	<u>Expendable</u>	<u>Nonexpendable</u>		
Cash	\$ 11,244			\$ 11,244
Marketable securities	262,287	\$1,247,765		1,510,052
Interest and dividends receivable	20,095			20,095
Due from general fund			\$4,676,380	4,676,380
Total assets	<u>\$293,626</u>	<u>\$1,247,765</u>	<u>\$4,676,380</u>	<u>\$6,217,771</u>
LIABILITIES				
Due to other funds	10,342			10,342
Due to other governmental units			4,676,380	4,676,380
Total liabilities	<u>10,342</u>		<u>4,676,380</u>	<u>4,686,722</u>
FUND EQUITY				
Nonexpendable fund balance		1,247,765		1,247,765
Expendable fund balance	<u>283,284</u>			<u>283,284</u>
Total liabilities and fund equity	<u>\$293,626</u>	<u>\$1,247,765</u>	<u>\$4,676,380</u>	<u>\$6,217,771</u>

The accompanying notes are an integral
part of the financial statements.

CITY OF CONCORD, NEW HAMPSHIRE

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies:

A summary of significant accounting policies employed in the preparation of the financial statements follows:

Fund Accounting

Financial activities are recorded in the individual funds or group of accounts described below, each of which is deemed to be a separate accounting entity. A statement of general fixed assets as of December 31, 1980 is not presented as records of their cost are not maintained.

General Fund

Transactions related to resources obtained and used for delivery of those services traditionally provided by a municipal government, which are not accounted for in other funds, are accounted for in the General Fund. These services include, among other things, general government, public safety, public works, libraries, and parks and recreation.

Special Revenue Funds

Transactions related to resources obtained and used under certain federal and state grants and from other sources, upon which restrictions are imposed, are accounted for in Special Revenue Funds.

Debt Service Fund

Transactions related to resources obtained and used for the payment of interest and principal on long-term general obligation debt are accounted for in Debt Service Funds.

Capital Projects Funds

Transactions related to resources obtained and used for the acquisition, construction or improvement of capital facilities are accounted for in Capital Projects Funds. Such resources are derived principally from proceeds of general obligation bond issues and from federal and state grants.

Enterprise Funds

Transactions related to City facilities and services which are supported by user charges are accounted for in Enterprise Funds.

Continued

CITY OF CONCORD, NEW HAMPSHIRE
NOTES TO FINANCIAL STATEMENTS, Continued

1. Summary of Significant Accounting Policies, continued:

Special Assessment Funds

Special Assessment Funds are employed to finance and account for the construction and financing of public improvements which are to be paid for wholly or in part from special assessments levied against benefited property.

Internal Service Funds

Internal Service Funds account for services and commodities supplied exclusively to other funds of the City.

Trust Funds

Transactions related to resources obtained and used by the City in its capacity of trustee are accounted for in Trust Funds.

Agency Funds

Agency Funds account for money received and held by the City in the capacity of agent for individuals, private organizations and other governmental agencies.

General Long-Term Debt Group of Accounts

Unmatured long-term general obligation bonds and notes payable are accounted for in the Long-Term Debt Group of Accounts.

Basis of Accounting

The accounts of the General, Special Revenue, Capital Projects, Special Assessment, Expendable Trust and Debt Service Funds are maintained and reported on the modified accrual basis of accounting. Under the modified accrual basis of accounting, sources of financial resources and assets are recognized when measurable and available to finance operations during the year. Uses of financial resources and liabilities are recognized when obligations are incurred from receipt of goods and services, when assessments are made by the state or in the case of judgments and claims against the City, when there is a probability that such judgments and claims will result in liabilities, the amounts of which can be reasonably estimated. Interest on long-term general obligation bonds and

Continued

CITY OF CONCORD, NEW HAMPSHIRE
NOTES TO FINANCIAL STATEMENTS, Continued

1. Summary of Significant Accounting Policies, continued:

Basis of Accounting, continued

notes payable is recognized when it becomes payable. The City follows the policy of recording property and resident taxes and bond reimbursements on the accrual method and other General Fund revenue, such as motor vehicle excise taxes, on a cash basis. Federal revenue sharing assistance is recorded as receivable and a source of financial resources as the entitlement occurs. Federal and state reimbursement type grants are recorded as receivables and sources of financial resources as the related uses of financial resources are recorded.

The accounts of the Nonexpendable Trust, Enterprise, Agency and Internal Service Funds are maintained and reported on the accrual basis of accounting.

Interfund Transactions

The General Fund does not assess property taxes on Enterprise Fund properties and administrative costs incurred by the General Fund on behalf of the other City funds are not allocated to such funds. In addition, the Enterprise Funds do not assess user charges to the other funds of the City.

Retirement Costs

Substantially all employees of the City participate in the State of New Hampshire Retirement System. Under this plan, participants contribute annually a percentage of compensation which is fixed by law and dependent upon age when contributions begin. The City's contribution rate for the plan is based upon an actuarial valuation of the State Plan as of June 30, 1980 and has been set at 7.61% of annual compensation for police, 8.36% for firemen, and 3.99% for all other employees. The City's contribution rate provides for normal cost annually and for amortization of past service cost over 20 years. The City's policy is to fund pension cost accrued. The actuarial present value of vested accumulated plan benefits, actuarial present value of nonvested accumulated plan benefits and net assets available for plan benefits for the City of Concord is not available.

Continued

CITY OF CONCORD, NEW HAMPSHIRE
NOTES TO FINANCIAL STATEMENTS, Continued

1. Summary of Significant Accounting Policies, continued:

Retirement Costs, continued

Pension expense for the year was:

<u>Fund</u>	<u>Amount</u>
General	\$324,477
Water	20,914
Sewer	5,623
Golf course	1,195

The City is also required to provide for annual retirement payments to retired District Court Justices equal to 75% of the Justices' salaries in effect upon retirement. The actuarially computed value of future retirement payments is not available and the actual cost will be included in the expenditures of the General Fund when paid.

Vacation and Sick Pay

Permanent employees earn vacation and sick pay as they provide services and may accumulate up to 90 days of sick pay and 30 days of vacation pay. Upon termination, employees are not compensated for accumulated unused sick pay but receive a cash payment equal to 100% of the accumulated vacation pay based upon the then rate of compensation.

In accordance with generally accepted accounting principles, vacation and sick pay applicable to Enterprise Fund employees is recorded when earned in the Enterprise Fund financial statements. In all other funds, vacation and sick pay is recorded when paid.

The maximum estimated value of accumulated vacation and sick pay applicable to all City employees (other than those employed by Enterprise Funds) at December 31, 1980 is approximately \$244,000 and \$822,000, respectively.

Inventories

Inventories are stated at the lower of cost or market with cost determined by the first-in, first-out method. Inventories of the General Fund are reserved as purchased.

Continued

CITY OF CONCORD, NEW HAMPSHIRE
NOTES TO FINANCIAL STATEMENTS, Continued

1. Summary of Significant Accounting Policies, continued:

Property, Plant and Equipment and Depreciation

Property, plant and equipment are stated at cost. Effective January 1, 1980, the interest cost incurred to finance acquisition or construction has been capitalized as a part of the asset cost. This change was made in connection with the issuance of Statement of Financial Accounting Standards No. 34. Such interest cost capitalized in 1980 amounted to approximately \$552,000 and \$15,000 for the Sewer Fund and Water Fund, respectively. Depreciation expense is computed using the straight-line method over the estimated useful lives of the assets.

A detail of property, plant and equipment is as follows:

	<u>Asset Cost</u>	<u>Useful Life</u>
<u>Water Fund:</u>		
Land	\$ 219,475	
Buildings	762,121	20 - 100 years
Filtration plant	4,292,101	10 - 67
Distribution equipment	3,903,790	20 - 75
Other equipment	150,007	5 - 10
Construction in progress	<u>1,221,087</u>	
	<u>\$10,548,581</u>	
<u>Sewer Fund:</u>		
Land	432,775	
Waste water facility	5,143,216	50
Sewer mains	4,796,458	80
Manholes	265,453	70
Customer connections	483,314	80
Equipment	45,078	20
Construction in progress	<u>27,211,309</u>	
	<u>\$38,377,603</u>	
<u>Municipal Golf Course Fund:</u>		
Land	26,900	
Land improvements	209,547	100
Buildings	94,681	50
Equipment	<u>81,166</u>	10 - 20
	<u>\$ 412,294</u>	

Continued

CITY OF CONCORD, NEW HAMPSHIRE
NOTES TO FINANCIAL STATEMENTS, Continued

1. Summary of Significant Accounting Policies, continued:

Property, Plant and Equipment and Depreciation, continued

	<u>Asset Cost</u>	<u>Useful Life</u>
<u>Ice Skating Arena Fund:</u>		
Land	27,600	
Buildings	165,600	50
Equipment	<u>82,800</u>	10 - 20
	<u>\$ 276,000</u>	
<u>Internal Service Fund:</u>		
Vehicles and equipment	<u>\$ 1,463,048</u>	4 - 10

Expenditures for maintenance and repairs are expensed as incurred; renewals and betterments are capitalized.

Douglas N. Everett Ice Skating Arena

In December 1980, the City purchased the Douglas N. Everett Ice Skating Arena. The former owner of the arena continued to operate the arena for its own benefit through December 31, 1980. The City commenced operations on January 1, 1981. As such, there are no results of operations for the year ended December 31, 1980.

Reclassification of Retained Earnings and Contributed Capital

Retained earnings of the Sewer Fund in the amount of \$231,841 have been reclassified as contributed capital. This amount represents funds received in prior years and included as revenues which represented contributions in aid of construction of waste water facilities.

2. Budgetary Accounting and Encumbrances:

Summarization of the final budget approved by the City Council is presented for the General Fund.

Appropriations in the General Fund and Special Revenue Funds are encumbered upon issuance of purchase orders, contracts or other forms of legal commitments.

Continued

CITY OF CONCORD, NEW HAMPSHIRE

NOTES TO FINANCIAL STATEMENTS, Continued

3. Marketable Securities:

Marketable securities held in the Trust Funds which are carried at cost consist of the following at December 31, 1980:

	<u>Cost</u>	<u>Market Value</u>
Expendable:		
Cash	\$ 57,651	\$ 57,651
Common stocks	25,009	22,861
Mutual fund shares	<u>179,627</u>	<u>209,282</u>
	<u>\$ 262,287</u>	<u>\$ 289,794</u>
Nonexpendable:		
Cash	207,041	207,041
Common stocks	320,180	257,772
Bonds	542,710	358,832
Mutual fund shares	<u>177,834</u>	<u>225,833</u>
	<u>\$1,247,765</u>	<u>\$1,049,478</u>

4. Short-Term Borrowings:

Short-term borrowings consisted of the following at December 31, 1980:

Capital Projects Fund:

School Bond Anticipation Notes with interest at 6.00% replaced on April 15, 1981 with notes due July 26, 1981 at 6.83% with the exception of \$128,000 which has been retired	<u>\$ 3,122,000</u>
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Special Assessment Fund:

Current portion of long-term borrowings	<u>\$ 31,540</u>
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Continued

CITY OF CONCORD, NEW HAMPSHIRE

NOTES TO FINANCIAL STATEMENTS, Continued

4. Short-Term Borrowings, continued:

Sewer Fund:

Current portion of long-term borrowings	\$ 285,500
Federal Aid Anticipation Notes due March 20, 1981 with interest at 9.84% replaced on March 20, 1981 with notes due March 20, 1982 at 7.51% with the exception of \$180,000 which has been retired	<u>13,265,000</u>
	<u>\$13,550,500</u>

Water Fund:

Current portion of long-term debt	195,000
Bond Anticipation Notes due May 1, 1981 with interest from 7.18% to 7.33% replaced on May 1, 1981 with notes due June 26, 1981 at 7.04%	<u>5,150,000</u>
	<u>\$ 5,345,000</u>

At December 31, 1980 the City maintained a \$450,000 compensating balance with a bank in connection with the 6% School Bond Anticipation notes.

5. General Long-Term Debt Payable:

As of December 31, 1980, unmatured general obligation debt consisted of the following:

<u>Description of Issue</u>	<u>Interest Rate</u>	<u>Principal Amount Outstanding</u>
General long-term debt group of accounts:		
Public improvement maturities through 1998	3.90 to 6.50	\$3,975,000
School maturities through 1986	3.50 to 4.60	<u>1,220,000</u>
		<u>\$5,195,000</u>

Continued

CITY OF CONCORD, NEW HAMPSHIRE
NOTES TO FINANCIAL STATEMENTS, Continued

5. General Long-Term Debt Payable, continued:

<u>Description of Issue</u>	<u>Interest Rate</u>	<u>Principal Amount Outstanding</u>
Water Fund:		
Long-term bonds maturities through 1992	4.30 to 5.20	1,850,000
Less:		
Current portion		<u>(195,000)</u>
		<u>\$1,655,000</u>
 Sewer Fund:		
Long-term bonds maturities through 1998*	3.90 to 6.50	1,240,000
Less:		
Current portion		<u>(285,500)</u>
		<u>\$ 954,500</u>
 Special Assessment Fund:		
Long-term maturities through 1998	4.00 to 6.50	200,040
Less:		
Current portion		<u>(31,540)</u>
		<u>\$ 168,500</u>

* At December 31, 1980 the State of New Hampshire was to provide \$595,668 in future years for retirement of Sewer Fund bonds.

Continued

NOTES TO FINANCIAL STATEMENTS, Continued

5. General Long-Term Debt Payable, continued:

As of December 31, 1980, general obligation debt service serial requirements for principal and interest in future years are as follows:

General long-term debt group of accounts:

<u>Years Ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
1981	\$ 730,000	\$ 271,685	\$1,001,685
1982	725,000	236,135	961,135
1983	645,000	200,895	845,895
1984	615,000	169,230	784,230
1985	565,000	138,430	703,430
1986 and thereafter	<u>1,915,000</u>	<u>693,595</u>	<u>2,608,595</u>
	<u>\$5,195,000</u>	<u>\$1,709,970</u>	<u>\$6,904,970</u>

Sewer Fund:

1981	285,500	59,025	344,525
1982	270,500	46,083	316,583
1983	260,500	33,685	294,185
1984	35,500	26,648	62,148
1985	35,500	24,560	60,060
1986 and thereafter	<u>352,500</u>	<u>152,638</u>	<u>505,138</u>
	<u>\$1,240,000</u>	<u>\$ 342,639</u>	<u>\$1,582,639</u>

Special Assessment Fund:

1981	31,540	12,252	43,792
1982	17,500	10,753	28,253
1983	9,500	9,815	19,315
1984	9,500	9,198	18,698
1985	92,500	8,580	18,080
1986 and thereafter	<u>352,500</u>	<u>55,348</u>	<u>177,848</u>
	<u>\$ 200,040</u>	<u>\$ 105,946</u>	<u>\$ 305,986</u>

Water Fund:

1981	195,000	83,092	278,092
1982	195,000	73,847	268,847
1983	195,000	64,602	259,602
1984	195,000	55,357	250,357
1985	175,000	46,632	221,632
1986 and thereafter	<u>895,000</u>	<u>155,329</u>	<u>1,050,329</u>
	<u>\$1,850,000</u>	<u>\$ 478,859</u>	<u>\$2,328,859</u>

Continued

CITY OF CONCORD, NEW HAMPSHIRE
NOTES TO FINANCIAL STATEMENTS, Continued

5. General Long-Term Debt Payable, continued:

In accordance with New Hampshire State Law, the City has additional borrowing capacity at December 31, 1980 as follows:

	<u>Maximum Debt Limit</u>	<u>Applicable Long-Term Debt Outstanding at December 31, 1980</u>
Municipal	<u>\$ 9,827,000</u>	<u>\$3,975,000</u>
School	<u>\$36,391,000</u>	<u>\$1,220,000</u>
Water	<u>\$56,156,000</u>	<u>\$1,850,000</u>

New Hampshire State Library



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